

DEPARTMENT OF BUSINESS, ECONOMIC DEVELOPMENT & TOURISM

Department Summary

Mission Statement

To achieve a Hawaii economy that embraces innovation and is globally competitive, dynamic and productive, providing opportunities for all Hawaii's citizens to prosper.

Department Goals

Lead efforts to facilitate structural economic adjustments to improve the competitiveness of Hawaii businesses and create the conditions to reward productivity and entrepreneurship.

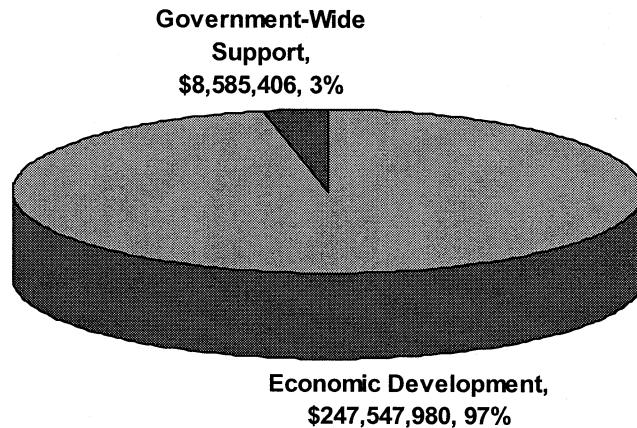
Significant Measures of Effectiveness

1. Annual percentage increase in Gross State Product
2. Number of new jobs created per annum
3. Investment generated by business development and promotional activities (\$M)

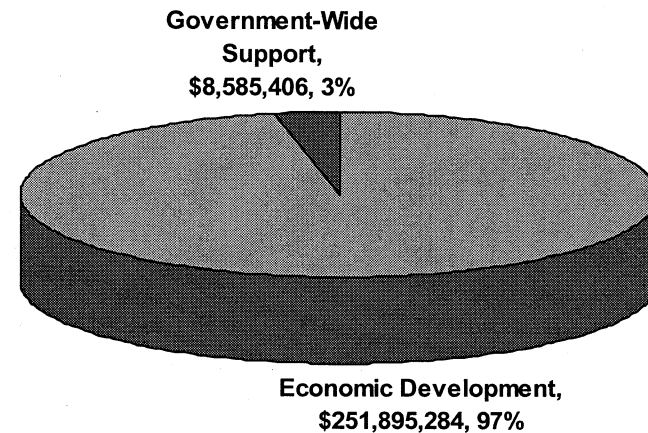
<u>FY 2010</u>	<u>FY 2011</u>
5	5
6,272	5,668
13	13

FB 2009-2011 Operating Budget by Major Program Area

FY 2010



FY 2011



DEPARTMENT OF BUSINESS, ECONOMIC DEVELOPMENT & TOURISM

MAJOR FUNCTIONS

- **Workforce Housing** – Create workforce housing units in high-quality living environments to support a skilled labor force in Hawaii.
- **Human Capital Development** – Educate, develop, retain and attract a workforce with the skills required for an innovation-driven and globally-competitive economy.
- **“Energy for Tomorrow”** – Fundamentally change how Hawaii consumes energy, by accelerating the production of renewable and alternative energy, increasing energy efficiency, developing and adopting new technologies, ensuring energy security and long-term environmental quality, and returning benefits to the consumer.
- **Global Links** – Increase the flow of people, products, services and ideas between Hawaii and its export markets.
- **Creation of an Innovation Infrastructure** – Create the infrastructure that enables Hawaii’s creative and entrepreneurial talent to turn ideas into products and services.
- **Improving Hawaii’s Business Environment** – Lead public sector efforts to bring about a business environment that is market-driven, and rewards productivity and entrepreneurship.

MAJOR PROGRAM AREAS

The Department of Business, Economic Development and Tourism has programs in the following major program areas:

Economic Development

BED 100	Strategic Marketing and Support
BED 105	Creative Industries
BED 107	Foreign Trade Zone
BED 113	Tourism
BED 120	Strategic Industries
BED 142	General Support for Economic Development
BED 143	High Technology Development Corporation
BED 145	Hawaii Strategic Development Corporation
BED 146	Natural Energy Laboratory of Hawaii Authority
BED 150	Hawaii Community Development Authority
BED 151	Aloha Tower Development Corporation
BED 160	Hawaii Housing Finance and Development Corporation

Government-Wide Support

BED 103	Statewide Land Use Management
BED 130	Economic Planning and Research
BED 144	Statewide Planning and Coordination

Department of Business, Economic Development and Tourism
(Operating Budget)

		Allocation		
		FY 2009	FY 2010	FY 2011
Funding Sources:	Positions	124.50	114.00	114.00
General Funds	\$	11,414,477	10,641,632	10,641,632
		22.50	22.50	22.50
Special Funds		161,921,880	154,835,956	159,271,706
		4.00	4.00	4.00
Federal Funds		22,541,223	23,797,901	23,697,901
Trust Funds		31,923,698	46,923,698	46,923,698
		5.00	5.00	5.00
Interdepartmental Transfers		3,175,737	2,387,868	2,397,868
		31.00	34.50	34.50
Revolving Funds		15,615,798	17,546,331	17,547,885
Other Funds		191,769	0	0
		187.00	180.00	180.00
Total Requirements		246,784,582	256,133,386	260,480,690

Major Adjustments in the Executive Budget Request: (general funds unless noted)

1. Transfers 6.00 vacant permanent and 1.00 vacant temporary positions and \$393,518 from various BED programs to the Strategic Industries Division to support the Hawaii Clean Energy Initiative.
2. Transfers 4.00 permanent and 1.00 temporary positions and \$599,296 from the Strategic Industries Division to the Strategic Marketing & Support Division.
3. Adds 1.00 permanent position and \$51,312 for an Economist position established by Act 148, SLH 2007.
4. Adds 1.00 temporary position and \$119,280 in interdepartmental transfer funds for a Renewable Energy Facilitator established through Act 208, SLH 2008.
5. Increases the Natural Energy Laboratory of Hawaii Authority special fund ceiling by \$2,346,849 due to anticipated increases in electricity, freshwater, ceded land payments, and central services fees.
6. Decreases the tourism special fund ceiling by \$3,000,000 in FY 10 due to lower than anticipated Transient Accommodations Tax revenues.

Department of Business, Economic Development and Tourism
(Capital Improvements Budget)

	<u>FY 2010</u>	<u>FY 2011</u>
Funding Sources:		
General Obligation Bonds	88,000,000	55,000,000
Total Requirements	88,000,000	55,000,000

Highlights of the Executive CIP Budget Request: (general obligation bonds unless noted)

1. Provides \$5,000,000 lump sum appropriation in general obligation bond funds in FY 10 and FY 11.
2. Provides \$33,000,000 in general obligation bond funds in FY 10 for HHFDC - Senior Residence at Iwilei, Oahu.
3. Provides \$25,000,000 in general obligation bond funds in FY 10 and FY 11 for HHFDC - Rental Housing Trust Fund infusion.
4. Provides \$25,000,000 in general obligation bond funds in FY 10 and FY 11 for HHFDC - Dwelling Unit Revolving Fund infusion.